COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN EXAMINATION BY THE PUBLIC

SERVICE COMMISSION OF THE

APPLICATION OF THE FUEL ADJUST
MENT CLAUSE OF GRAYSON

RURAL ELECTRIC COOPERATIVE

CORPORATION FROM MAY 1,

1985, TO OCTOBER 31, 1985

ORDER

Pursuant to 807 KAR 5:056, Section 1(11), the Public Service Commission ("Commission") issued an Order on December 4, 1985, requiring Grayson Rural Electric Cooperative Corporation ("Grayson") to notify its customers of a hearing to be held on January 28, 1986. Grayson was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Division of Consumer Protection or other interested parties, or by the Commission on its own motion. Furthermore, Grayson filed an affidavit stating its compliance with the provisions of the Fuel Adjustment Clause as prescribed in 807 KAR 5:056. Grayson also filed its monthly fuel charges for the 6-month period under review.

Following proper notice, no party of record requested Grayson to appear at the hearing scheduled for January 28, 1986. After reviewing Grayson's monthly fuel clause filings for the 6-month period under review, the Commission is of the opinion that Grayson has complied with the provisions of 807 KAR 5:056.

IT IS THEREFORE ORDERED that the charges and credits billed by Grayson through the fuel adjustment clause for the period May 1, 1985, through October 31, 1985, be and they hereby are approved.

Done at Frankfort, Kentucky, this 14th day of February, 1986.

PUBLIC SERVICE COMMISSION

Vice Chairman

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ATTEST:

Secretary